OIL GAS & MINING



Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

October 24, 2011

W. David Weston Stone Cover, LLC 218 West Paxton Avenue Salt Lake City, Utah 84101

Subject: Permit to Commence Small Mine Activities, Stone Cover, LLC., Stone Cover Quarry,

S/027/0114, Millard County, Utah

Dear Mr. Weston:

The Division of Oil, Gas and Mining finds your Notice of Intention to Commence Small Mining Operations (NOI) complete and approves the partial reclamation surety (\$7.500.00) received on October 5, 2011, for the Stone Cover Quarry.

You are now permitted to conduct mining activities as outlined in the NOI, provided:

1) that you have approval from all other appropriate agencies, and 2) that you disturb no more than one acre of land at this time. In their letter received by the Division on July 11, 2011, the BLM concurred that \$7,500.00 is sufficient reclamation surety for your 100-ton sampling project. It is understood that the full scope of your project (as approved by the Division) still needs NEPA evaluation prior to BLM approval. Prior to full implementation of the NOI approved by the Division, additional surety in the amount of up to \$9,800.00 will be required.

The approval or acceptance of a complete notice of intention does not relieve an operator from his responsibility to comply with the applicable statutes, rules, regulations, and ordinances of all local, state and federal agencies with jurisdiction over any aspect of the operator's mining operations. Enclosed please find a copy of the reclamation contract and stamped approved Notice.

Please keep in mind the following regulatory requirements:

• Stockpiling topsoil material prior to beginning activities will help ensure successful revegetation. Even the first few inches of undeveloped material is worth saving to aid in later revegetation efforts, and future regulatory surety release.

• If you encounter any archaeological or historical items, you are asked to notify this office, UTAH

and State History of your find.

Page 2 of 2 W. David Weston S/027/0114 October 24, 2011

Permit fees and annual reports are due by January 31st.

The Division's web page at http://ogm.utah.gov under the Mining Program has a link to the rules under which you are expected to operate and to other information to assist you in complying with program requirements. Thank you for your cooperation. In reply, please refer to file number E/027/0114. If you have questions or concerns regarding this letter, please contact Paul Baker at 801-538-5261 or Peter Brinton at 801-538-5258.

Sincerely,

Dana Dean, P.E. Associate Director, Mining

DD:pnb:eb

Enclosure: Copy of RC & surety forms Copy of approved NOI

Jerry Mansfield, BLM-Fillmore (UTU-88492) w/surety forms (jmansfie@blm.gov)
Opie Abeyta, BLM-UTSO w/surety forms (oabeyta@blm.gov)

P:\GROUPS\MINERALS\WP\M027-Millard\S0270114-StoneCoverQuarry\final\APVL-4420-10212011.doc